



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office

440 West 200 South, Suite 500

Salt Lake City, UT 84101

<http://www.blm.gov/ut/st/en.html>



IN REPLY REFER TO:

3504

UTU-060749

UTU-0126938

UTU-0126940

UTU-0126943

(UT-9223)

MAY 01 2015

RECEIVED

MAY 04 2015

DIV. OF OIL, GAS & MINING

CERTIFIED MAIL – 91 7199 9991 7034 9585 9138

Return Receipt Requested

DECISION

American Gilsonite Company
29950 South Bonanza Highway
Bonanza, Utah 84008

: Gilsonite Leases:
: UTU-060749, UTU-0126938,
: UTU-0126940, UTU-126943,
: UTU-78405, and UTU-86167

Personal Gilsonite Bonds Converted to Statewide Bonds Backed by Negotiable Treasury Securities

On April 27, 2015, American Gilsonite Company furnished to this office a satisfactory Power of Attorney concerning personal bonds in the amount of \$313,000.00, which provides bond coverage for gilsonite leases statewide for the State of Utah. U.S. Treasury Notes in the amount listed below have been previously pledged with the Federal Reserve System to the account for the Bureau of Land Management (BLM), for use in individual leases the case of default:

Bond No.	Bond Amount	Bond Maturity Date	Interest Rate	Lease Covered
912828EN6	\$32,000	11/15/2015	4.5%	U-0126938
912828QJ2	\$24,000	2/29/2016	2.13%	U-0126943
912828QP8	\$79,000	5/31/2016	1.75%	U-060749
				U-0126940
912828RJ1	\$110,000	9/30/2016	1.0%	U-0126940
				UTU-78405
912828VQ0	\$68,000	7/31/2018	1.38%	U-0126943
				UTU-86167

This document has been examined and found to be satisfactory. The personal lease bonds are hereby converted to coverage under a statewide bond, pursuant to 43 CFR 3504.56, accepted as of the date of filing.

The U.S. Treasury Notes will be retained for the BLM until (1) this office is satisfied there is no further need for the bonds, (2) satisfactory replacement bond coverage is furnished, or (3) the maturity date of the bonds. If the Treasury Notes are still in the accounts at the maturity date, they will be converted to cash deposits in this office's suspense account, without any further interest accruing, until a final determination is made as to whether the bonds are still needed.

If you have any further questions, please contact Bill Buge of this office at (801) 539-4086.



Roger L. Bankert
Minerals Support Supervisor

cc: Vernal Field Office (UTG01)

Attn: Colleen Noble, Billing and Collection Branch (BC-6), National Operations Center,
P.O. Box 25047, Denver, Colorado 80225-0047

ONRR, MRM, Solid Minerals Staff, Attn: Patrick Mulcahy, MS390B2, Box 25165, Denver,
Colorado 80225-0165

Mr. John Baza, Director, UDOGM, Box 145801, Salt Lake City, Utah 84114-5801